1	FEDERAL	ELECTION COMMISSION			
2	999 E Street, NW				
3	Washington, D.C. 20463				
4					
5	FIRST GENERAL COUNSEL'S REPORT				
6		18th 2191			
7		MUR 6131			
8		DATE COMPLAINT FILED November 17, 2008			
9		DATE OF NOTIFICATION November 20, 2008			
10		LAST RESPONSE RECEIVED December 10,			
11		2008			
12		DATE ACTIVATED March 17, 2009			
13					
14		EXPIRATION OF STATUTE OF LIMITATIONS			
15		October 10, 2013			
16 17	COMPLAINANT	David R Browning			
18	COMPLAINANI	Devic K Diowining			
19	RESPONDENT	Public Television 19, Inc			
20	ADDI ONDENI	I don'd low blott 17, 110			
21	RELEVANT STATUTES	2 U C S § 431(8)(B)			
22	AND REGULATIONS	2 U S C §§ 431(9)(A) and (B)			
23		11 C F R § 100 52			
24		11 CFR § 100 73			
25		11 CFR § 110 13			
26		11 C F R § 114 4(f)			
27		• • • • • • • • • • • • • • • • • • • •			
28					
29	INTERNAL REPORTS CHECKED	None			
30					
31	FEDERAL AGENCIES CHECKED	None			
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33	•				
34	I. <u>INTRODUCTION</u>				
35	The complaint in this matter all	eges that Public Television 19, Inc ("Public Television")			
36	staged a debate in violation of 11 C F R § 110 13(b) and (c) because it promoted some				
37	candidates over others and had no pre-existing, pre-established criteria for selecting the				

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candidates to participate. According to the complaint, the debate consisted of one candidate 1 competing in the election for the U.S. House of Representatives in Missouri's 6th Congressional 2 District, Democratic nominee Kay Barnes, and an "empty chair" representing another competing 3 candidate, Republican incumbent Representative Sam Graves, who had declined to participate in 4 the debate. The complainant, the Libertanian candidate for the same office, alleges that he was 5 6 never invited to participate and that Respondent's president informed him that there would be no 7 debate Further, the complaint alleges that Public Television's violation of 11 C F R § 110 13 8 resulted in an in-kind contribution in excess of \$100,000 (alleged cost of advertising time during 9 the debate) to Kay Barnes's campaign. In response, Public Television maintains that it complied 10 fully with the Act and the Commission's regulations when preparing for a candidate debate that 11 ultimately never took place Moreover, Respondent states that the October 10, 2008, interview 12 with Kay Barnes, which is the subject of the complaint, enjoys First Amendment protection under the "press exemption" 13 14 As discussed in more detail below, Public Television's airing of the October 10, 2008. 15 interview with Kay Barnes did not constitute a debate, and therefore was not subject to the 16 Commission's debate staging regulations Additionally, Public Television falls within the press

exemption, as it a press entity that is not owned or controlled by any political party, committee,

or candidate, and the television program in question was a legitimate press activity. Therefore,

we recommend that the Commission find no reason to believe that Public Television-19. Inc

Although complament was on the state primary and general election ballot, his committee's FEC disclosure reports show that he neither raised nor spent more than \$5,000, therefore, he did not meet the definition of "federal candidate" at 2 U S C § 431(2)(A) However, in the past, the Commission has proceeded with "debate" cases where a candidate was qualified for the state ballot, although not a "candidate" according to the Federal Election Campaign Act, as amended ("the Act") See MUR 5650 (University of Arizona) and MUR 6072 (Northland Regional Chamber of Commerce)(same complainant)

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- 1 violated the Federal Election Campaign Act of 1971, as amended ("the Act"), or the
- 2 Commission's regulations, and close the file in this matter

3 II. <u>DISCUSSION</u>

A. Factual Background

Public Television is a non-profit 501(c)(3) corporation that owns the license to operate 5 both analog and digital broadcasting for the noncommercial and educational television station 6 7 KCPT Channel 19 Originally formed as an instructional television station owned and operated 8 by the Kansas City Missouri School District, Public Television eventually became a Public 9 Broadcasting Service ("PBS") member in 1970 and has transmitted national PBS programs ever 10 since See http://www.kcpt.org/about/index.shtml In addition to national PBS programming. 11 KCPT also broadcasts a variety of local programs reflecting issues facing the Kansas City 12 metropolitan area Included among these programs is "Kansas City Week in Review" 13 ("KCWR"), a 30-minute public affairs program that has aired continuously on KCPT on Fridays 14 evenings at 7 30 p.m. since October 1992 Public Television Response at 8. Its format is similar 15 in scope to Sunday network news programs like NBC's "Meet the Press" and CBS's "Face the 16 Nation" as moderator Nick Haines conducts interviews with Kansas City area newsmakers and 17 engages in panel discussions with local journalists. KCPT states in response to the complaint that it does sell any airtime for commercial, political, or issue advertisements given its status as a 18 19 public broadcast station Id at 2, footnote 5 20 According to the response, in July 2008, KCPT was contemplating staging a debate of 21 selected candidates for the 2008 general election to the United States House of Representatives 22 for Missouri's Sixth Congressional District Complainant David Browning called Respondent 23 during that month, requesting inclusion in the anticipated debate Id at 6 At that time, Susan

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- 1 Stanton, KCPT Interim CEO and President, notified Mr. Browning during their phone
- 2 conversation that KCPT had not yet determined whether it would proceed with or cancel the
- 3 contemplated debate Id On July 29, 2009, KCWR moderator Nick Haines attempted to contact
- 4 Browning by telephone and left a voicemail message, reiterating that KCPT had not yet decided
- 5 whether it would proceed with the debate "because the incumbent candidate had not responded
- 6 to KCPT's overtures " Id Mr Hames also offered to send the complament a copy of
- 7 KCPT(TV)'s debate policy

The Respondent states that it devised its debate policy in 2000 after consulting with PBS stations throughout the country and the PBS Best Practices in Journalism Unit 1d at 4. The policy establishes certain criteria that candidates must satisfy to be eligible to participate in KCPT sponsored debates. The first criterion qualifies candidates who can demonstrate public support of seven percent or more in one public opinion poll. 1d. If a candidate has met this threshold, to be eligible for participation, he or she must also meet at least three of the following criteria. (1) file a campaign finance report revealing 20 contributions unrelated to the candidate or candidate's family, (2) maintain a candidate website detailing biography and issues, (3) minimum of 25 yard signs promoting candidacy in 25 different locations in the area that candidate would serve, (4) demonstrate participation in other candidate forums, not just televised debates, and (5) demonstrate community engagement by staging 12 campaign related events, news conferences or neighborhood association meetings. 1d at 4-5. Based on Mr. Hames's review of Mr. Browning's public opinion poll support levels, the complainant's campaign failed to meet the polling requirement, as he had registered only 4% public support at the time.

Respondent considered holding a debate. Thus, the other criteria were not triggered, but if they

were, the only criterion complainant satisfied was his publication of a campaign website. On

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- 1 August 18, 2009, Mr Haines sent a letter to the complainant explaining KCPT's candidate 2 selection process for its debates and attached a copy of its debate policy Public Television 3 Response, Exhibit B 4 On August 25, 2008, the Graves campaign notified Respondent that the incumbent 5 candidate would not participate in the anticipated candidate debate. According to the 6 Respondent, it then determined that "proceeding with the contemplated debate without the 7 incumbent would not serve the public interest or KCPT(TV) viewers' needs" and "terminated its 8 plans to stage a candidate debate " Id at 7 Subsequently, KCWR's October 10, 2008, edition 9 included Nick Hames's 11-minute interview with Democratic nominee Kay Barnes After the 10 interview, the remainder of the 30-minute program focused on a roundtable panel discussion 11 with Mr. Haines and two local journalists about the Missouri congressional race between Graves 12 and Barnes and other unrelated topics Id at 9. Exhibit D 13 The complamt argues that this program constituted a debate, noting that the Kansas City 14 Star newspaper, Time Warner Cable's "On Demand" TV description of the KCWR's 15 October 10, 2008, program, and even the Barnes campaign website in a press release all describe 16 the program as such Complaint at 2 Moreover, the complaint alleges that moderator Nick 17 Hames described the interview with Kay Barnes as a debate on the broadcast, and notes that Kay 18 Barnes was seated next to one "empty chair" to represent the absent incumbent candidate Id at 19 3 20 Respondent disputes these allegations in its response. With respect to the classifications 21 of the program as a "debate" by the Kansas City Star and the Barnes campaign. Respondent
 - interview in question to the provisions of Sections 110 13 and 114 4(f) based on these second-

states that the complaint can cite no authority that would bind the Commission to subject the

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hand descriptions Public Television Response at 9 Additionally, Public Television maintains
 that "Mr Haines did not describe the Kay Barnes Interview as a 'debate,'" noting that the

3 moderator used the term "debate" "in the context of criticizing Representative Graves's refusal

4 to participate in any televised debate during the election," not to suggest that the interview to

follow constituted a candidate debate Id at 10 Finally, it contends that the complaint's

characterization of the KCWR set as "evidence of an attempt to substitute an 'empty chair' for a

debate-necessary second candidate is not only absurd, but clearly insufficient to deem the Kay

8 Barnes' interview as a debate " Id Respondent adds that the imagery of Kay Barnes and the

empty chair was visible for only nine seconds at the beginning of the interview, when the camera

panned in on the entire desk where the moderator was interviewing Ms. Barnes. Id. It further

states that the reason for the third chair becomes evident in the next segment of the program, as

the moderator conducted a panel roundtable discussion with two journalists. Id See also

Exhibit D A review of a video of the program confirms Respondent's account of the broadcast

14 *Id*

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B. Analysis

The Act prohibits corporations from making contributions or expenditures from their general treasury funds in connection with any election of any candidate for Federal office 2 U S C § 441b(a) The Act defines "contribution" and "expenditure" to include any gift of money or "anything of value" made for the purpose of influencing any election for Federal office, but excludes any cost "incurred in covering or carrying a news story, commentary, or editorial by any broadcasting station (including a cable television operator, programmer, or producer), unless the facility is owned or controlled by any political party, political committee, or candidate " 2 U S C § 431(8)(A)(1), (9)(A)(1), and (9)(B)(1), 11 C F R §§ 100 52,

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- 1 100 73, 100 111(a), and 100 132 This exclusion is known as the "press exemption" or "media
- 2 exemption " The term "anything of value" includes in-kind contributions 11 C F R
- 3 § 100 52(d)(1)
- Any party claiming the press exemption is subject to a two-part test. First, the
- 5 Commission asks whether the entity engaging in the activity is a "press entity" within the
- 6 meaning of the Act and the Commission's regulations. In determining whether an entity is a
- 7 press entity, the Commission has focused on whether it is in the business of producing on a
- 8 regular basis a program that disseminates news stories, commentary, and/or editorials. See
- 9 Advisory Opinions 2008-14 (Melothe, Inc.), 2007-20 (XM Satellite Radio Inc.), and 2005-19
- 10 (The Inside Track) Second, the Commission, in determining the exemption's scope, asks (a)
- whether the press entity is owned or controlled by a political party, committee, or candidate, and,
- 12 If not, (b) whether the entity was functioning within the scope of a legitimate press entity at the
- 13 time of the alleged violation lf the press entity is independent of any political party, committee,
- or candidate, and if it was acting as a legitimate press entity at the time of the alleged violation, it
- 15 is exempt from the Act's restrictions on corporate contributions and expenditures, and the
- 16 Commission's inquiry should end See Reader's Digest Association v FEC, 509 F Supp 1210,
- 17 1215 (S D N Y 1981), FEC v Philips Publishing, 517 F Supp 1308, 1312-13 (D D C 1981).
- 18 Advisory Opinions 2008-14 (Melothe, Inc.), 2005-19 (The Inside Track), and 2005-16 (Fired
- 19 Up')
- A corporation's costs of staging candidate debates are also exempt from the definitions of
- 21 "contribution" and "expenditure," at 11 C F R §§ 100 92 and 100 154, respectively, and the
- 22 consequences that flow from making contributions and expenditures, provided that the debates
- 23 meet the "safe harbor" requirements of 11 C F R §§ 110 13 and 114 4(f) The Commission's

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regulations at section 110 13 also provide that broadcasters may stage candidate debates 1 2 provided that they are not owned or controlled by a political party, political committee or 3 candidate 11 C F R § 110 13(a)(2) The debates must include at least two candidates and not be structured to promote or advance one candidate over another 11 C F R §§ 110 13(b)(1) and 4 (2) Organizations that stage candidate debates must use pre-established objective criteria to 5 determine which candidates may participate in the debate 11 C F R & 110 13(c) 6 7 In this matter, the complaint alleges that Public Television, through its television station KCPT, violated 11 C F R §§ 110 13 by staging a debate designed to promote some candidates 8 9 over others, and by selecting candidates without pre-existing pre-established criteria in selecting 10 the candidates that appeared at the debate. Neither of these allegations appears to be supported. 11 by the facts Although Respondent acknowledges that it originally contemplated staging a 12 debate with Representative Graves and Ms. Barnes, the only candidates satisfying Public 13 Television's pre-existing objective criteria for selecting candidates, when the incumbent 14 candidate would not participate in the anticipated debate, KCPT was left with only one candidate 15 who satisfied its own selection criteria. Accordingly, it terminated its plan to stage a candidate debate As no debate occurred, Respondent was not subject to the Commission's debate staging 16 17 regulations 18 Instead, Public Television's October 10, 2008, interview of candidate Kay Barnes represented activity that falls within the "press exemption" See 2 U S C § 431(8)(A)(1). 19 (9)(A)(1), and (9)(B)(1), 11 C F R §§ 100 73 First, Public Television is a press entity because it 20 21 regularly produces and airs news stories and talk shows. The program that featured the 22 interview, KCWR, has been on the air continuously for nearly 17 years, and focuses on

newsworthy issues In addition to KCWR, KCPT airs numerous local and national news and

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1	public affairs programs ir	cluding, but limited to,	"Frontline," "	The Newshour with	h Jım Lehrer,"
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- 2 "Washington Week in Review" and "Ruckus," another local public affairs program Further,
- 3 Public Television specifically denies that it is owned or controlled by any political party,
- 4 political committee, or candidate, see Public Television Response at 8, and neither the complaint
- 5 nor the available evidence suggests otherwise Finally, the October 10, 2008, edition of the
- 6 KCWR constituted legitimate press activity. It included an interview with a candidate in a
- 7 manner similar to other television news programs like "Meet the Press" or "60 Minutes" See
- 8 Public Television Response, Exhibit D The fact that the program featured an interview with a
- 9 candidate is immaterial, as on-air interviews of candidates fall within the bounds of the press
- 10 exemption See, e.g., MUR 5569 (John and Ken Show) Because the alleged activity in this
- 11 matter falls squarely within the press exemption, we recommend that the Commission find no
- 12 reason to believe that Public Television 19 violated the Federal Election Campaign Act of 1971,
- as amended, or the Commission's regulations and close the file

14 III. RECOMMENDATIONS

- 15 I Find no reason to believe that Public Television 19, Inc. violated the Federal Election Campaign Act of 1971, as amended, or the Commission's regulations
 - 2 Approve the attached Factual and Legal Analysis
- 20 3 Approve the appropriate letter

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1 2	4 Close the file	
3 4 5 6		Thomasenia P Duncan General Counsel
7 8 9 10		Ann Marie Terzaken Associate General Counsel for Enforcement
11 12 13 14 15	6 9 09 Date	BY Stephen A Gura Deputy Associate General Counsel
16 17 18 19 20		Susan L. Lebestux Assistant General Counsel
21 22 23 24 25		Roy Q Luckett Attorney
26 27 28 29		,